



STATE OF HAWAII
DEPARTMENT OF HUMAN SERVICES
P. O. Box 339
Honolulu, Hawaii 96809-0339

LATE

March 24, 2015

TO: The Honorable Dee Morikawa, Chair
House Committee on Human Services

FROM: Rachael Wong, DrPH, Director

SUBJECT: **H.C.R. 107/H.R. 60 - REQUESTING THE DEPARTMENT OF HUMAN SERVICES TO CONSIDER AN ALTERNATE METHODOLOGY FOR ESTABLISHING THE BASIC PROSPECTIVE PAYMENT SYSTEM RATES FOR INTERMEDIATE CARE FACILITIES FOR INDIVIDUALS WITH INTELLECTUAL DISABILITIES, TO REBASE THE RATES AT LEAST EVERY TWO FISCAL YEARS, AND TO INCREASE BED RESERVATION DAYS TO TWENTY-FOUR DAYS PER CALENDAR YEAR FOR HOSPITALIZATION AND OTHER ABSENCES OF RESIDENTS FROM INTERMEDIATE CARE FACILITIES FOR INDIVIDUALS WITH INTELLECTUAL DISABILITIES**

Hearing: Tuesday, March 24, 2015; 9:30 a.m.
Conference Room 329, State Capitol

PURPOSE: The purpose of the bill is to request the Department of Human Services to consider an alternate methodology for establishing the basic Prospective Payment System (PPS) rates for Intermediate Care Facilities for the Developmentally Disabled/Individuals with Intellectual Disabilities (DD/IID), rebasing the rate every two years, and increasing the bed hold days from twelve days to twenty-four days per year.

DEPARTMENT'S POSITION: The Department of Human Services (DHS) appreciates the intent of this concurrent resolution but respectfully opposes the measure as the issues contained in the

measure have been or will be addressed by DHS. The DHS asks that the legislature support the request for appropriation identified in the executive budget.

Existing DHS Hawaii Administrative Rules (HAR) detail the frequency and methodology used to determine rebase rates for DD/IID facilities. The relevant HAR provides rebasing of the PPS rates every eight years. The last rebasing of PPS rates was effective July 1, 2007; and per the administrative rules, the next rebase of the PPS rates will be effective July 1, 2015. The DOH included a \$635,000 appropriation request for the rebase as part of its current executive budget request. If the frequency of rebasing is changed as proposed, it will require an additional appropriation.

The DHS HAR §17-1739.2-14 also provides for an annual inflation rate increase. In 2011, due to a budget shortfall, the Centers of Medicare and Medicaid Services (CMS) approved DHS' request to suspend the inflation rate increases effective July 1, 2011. The suspension of the inflation rate increases were for the DD/IID facilities and all long term care facilities. This fiscal year, Department of Health (DOH), which receives the appropriation for the inflation increase, paid a 1.8% increase to the DD/IID and long term care facilities.

The DHS has had discussions with the Arc in Hawaii regarding an alternate methodology and communicated the suggested methodology to the CMS. The CMS informed DHS that the offered methodology was not acceptable.

The DHS submitted a State Plan Amendment (SPA) to increase bed holds days for DD/IID facilities from twelve to twenty-four days for therapeutic days. This will allow recipients to leave the facility for extended days to, as an example, visit family on weekends or go on vacations. However, if the bed hold days are extended to include hospitalizations, this change will also require an appropriation as the State would be required to pay for the days an individual is in the hospital, as well as reimburse the DD/IID facility for those bed hold days.

Thank you for the opportunity to testify on this resolution.



STATE OF HAWAII
STATE COUNCIL
ON DEVELOPMENTAL DISABILITIES
919 ALA MOANA BOULEVARD, ROOM 113
HONOLULU, HAWAII 96814
TELEPHONE: (808) 586-8100 FAX: (808) 586-7543
March 24, 2015

The Honorable Dee Morikawa, Chair
House Committee on Human Services
Twenty-Eighth Legislature
State Capitol
State of Hawaii
Honolulu, Hawaii 96813

Dear Representative Morikawa and Members of the Committee:

SUBJECT: HCR 107/HR 60 – REQUESTING THE DEPARTMENT OF HUMAN SERVICES TO CONSIDER AN ALTERNATE METHODOLOGY FOR ESTABLISHING THE BASIC PROSPECTIVE PAYMENT SYSTEM RATES FOR INTERMEDIATE CARE FACILITIES FOR INDIVIDUALS WITH INTELLECTUAL DISABILITIES, TO REBASE THE RATES AT LEAST EVERY TWO FISCAL YEARS, AND TO INCREASE BED RESERVATION DAYS TO TWENTY-FOUR DAYS PER CALENDAR YEAR FOR HOSPITALIZATION AND OTHER ABSENCES OF RESIDENTS FROM INTERMEDIATE CARE FACILITIES FOR INDIVIDUALS WITH INTELLECTUAL DISABILITIES

The State Council on Developmental Disabilities (DD) **SUPPORTS HCR 107/HR 60**. Last year, the 2014 Legislature adopted HCR 140, which requested the Director of Human Services to rebase the basic prospective payment system rates for intermediate care facilities for individuals with intellectual disabilities that serve Medicaid recipients to be effective July 1, 2015, and the Director of Health to include sufficient funding to cover any increase in basic payment system rates resulting from rebasing in its 2015-2017 Biennium Budget.

It is our understanding that the current basic prospective payment system rates for intermediate care facilities for individuals with intellectual disabilities (ICF/ID) were set in Fiscal Year 2008, with rebasing that became effective July 1, 2007, and were based on cost reports from providers for the base Fiscal Year ending June 30, 2005. Due to the 2012 suspension of the mandated annual inflation adjustments to the basic prospective payment system rates, providers have not had an increase in payments to keep up with inflation.

We believe that a rebasing of the prospective payment system using updated cost report data at least every two fiscal years would address the dilemma for providers to meet the financial challenges of rising costs while continuing to provide critical

The Honorable Dee Morikawa
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March 24, 2015

services for persons with intellectual disabilities. For example, rebasing would be effective July 1, 2015, for Fiscal Year ending June 30, 2016, and using cost reports from providers from the base year ending June 30, 2013.

The Council feels that the increase in bed reservation days from 12 to 24 days is a reasonable increase to allow providers to reserve and hold a bed of a resident in an ICF/ID facility while the resident is hospitalized or on a therapeutic visit. Providers are an essential component in assisting the State in establishing a comprehensive service system that is responsive in enhancing the quality of life for persons with intellectual disabilities.

Thank you for the opportunity to provide testimony **supporting HCR 107/HR 60.**

Sincerely,



Waynette K.Y. Cabral, M.S.W.
Executive Administrator



Rosie Rowe
Chair

The Arc in Hawaii
3989 Diamond Head Road
Honolulu HI 96816
808 737-7995

March 24, 2015

The Honorable Dee Morikawa, Chair
The Honorable Bertrand Kobayashi, Vice Chair
Committee on Human Services
The House of Representatives
State Capitol
State of Hawaii
Honolulu, Hawaii 96813

Re: HCR 107 and HR 60 - Requesting the Department Of Human Services to Consider an Alternate Methodology for Establishing the Basic Prospective Payment System Rates For Intermediate Care Facilities For Individuals With Intellectual Disabilities and to Rebase the Basic Prospective Payment System Rates at Least Once Every Two State Fiscal Years and to Increase Bed Reservation Days to Twenty Four Per Calendar Year for Hospitalization and Other Absences From Intermediate Care Facilities For Individuals With Intellectual Disabilities.

Hearing: March 24, 2015 9:30 AM
Room # 329

Dear Chair Morikawa and Vice Chair Kobayashi and Members of the Committee;

The Arc in Hawaii **STRONGLY SUPPORTS** House Concurrent Resolution 107 and House Resolution 60, which address two critical areas which seriously impact the Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/IID) operated by The Arc in Hawaii, The Arc of Maui and ORI.

Rebasing the basic PPS rate paid to providers of ICF/IID services.

Permitting providers to receive **“bed hold”** payments to reserve beds when a resident is absent from the facility at midnight **for a maximum of 24 days** per annum, **including absences for hospitalization**

The 17 ICF/IID homes operated by private, nonprofit agencies, with a maximum of 82 beds, are a vital resource for a particularly vulnerable segment of the developmentally disabled community who require a higher level of care and staffing than other residential resources. (The State also operates an ICF/IID facility at Kula Hospital, which, unlike the private operators, received an \$800,000 appropriation in each of **FY 2014 and 2015** on top of the fee for services received in common with the private facilities.)

Rebasing

ICF/IID providers are paid through Medicaid at a flat per diem rate per resident. That fee is set under the Long-Term Care Prospective Payment System, Chapter 17-1739.2 Hawaii Administrative Rules (HAR). The Department of Human Services (DHS) sets a “basic PPS rate,” which is then to be supplemented by an annual inflation factor. The basic PPS rate is based upon actual costs reported by the provider for a prior “base year.”

Under Section 17-1739.2-17, HAR “... a provider shall not have its basic PPS rates calculated by reference to the same base year for more than eight state fiscal years.”

DHS has taken full advantage of the leeway given it under the Rule in recent decades by rebasing only every eight years. For example, the rate currently fixed was done as follows: Providers submitted cost reports based on their staffing, case load, level of care requirements and other conditions in effect in fiscal year 2005. A new basic PPS rate was established based on those factors (already two years out of date) to take effect in fiscal year 2008 and that basic PPS rate has held firm until this fiscal year.

Rebasing every eight years is a ridiculous concept. During eight years, changes in level of care for clients (as by aging and deteriorating health), prevailing wage rates, regulatory standards, best practices and other factors that are not addressed by inflation adjustments impact costs of providing services, but are ignored by the eight-year process. For example, if the condition of a fiscal year 2005 resident worsens in 2006 and the attending physician orders twenty-four hour staff monitoring, the facility may need to increase staffing. But for ten years (two years in the 2006-2007 look back period plus the eight year rebased period) those costs are not acknowledged or reimbursed.

Inflation adjustments would not reflect the change in staffing in this example. First of all, the inflation factor applied by DHS is an estimated inflation factor based upon a published “CMS Nursing Home Without Capital Market Basket”, covering the whole nation. ICF/IIDs are not nursing homes and Hawaii is not representative of the whole nation. So the inflation factor not only does not address existing conditions, but it is not representative of increased costs for ICF/IIDs in Hawaii.

To make matters worse, inflation adjustments were denied in fiscal years 2012, 2013 and 2014. This drove down resources for providers, requiring cutbacks in necessary spending, which will in turn suppress the cost data to be presented for the next scheduled round of eight-year rebasing, fiscal years 2016- 2023 under DHS’s present practices.

The ultimate result of these practices is to deny vital income that is rightfully earned by the providers. The State would not expect the suppliers of its pencils to sell them below cost. Why, then, should a provider of basic human needs be expected to do so for ten years on end? It is a basic proposition that those who perform services for the State must be adequately compensated to at least cover their costs while providing the level of care required by their licensing and the needs of those in their charge.

HCR 107 and HR 60 urge DHS to evaluate and consider an alternate methodology for establishing the basic PPS rates. The Arc in Hawaii believes that better methods can be implemented within existing law to correct the inadequacies and unfairness of the present system and give fair compensation to providers and, through them, the people they serve.

Implementing a practice of rebasing every two years would go a long way to resolve inequities. Changes in level of care for clients, prevailing wage rates, regulatory standards, best practices and other factors that occur after the base year would not have an eight to ten year impact upon the financial health of the provider. The PPS rate would far more truly track the actual costs of the provider.

In addition to more frequent rebasing, the DHS could allow providers to submit and justify forward looking factors (for example, the need for additional staff) that would support a higher per diem basic PPS rate than reflected in the backward-looking prior year cost reports. The present system relies solely and blindly on out of date factors and, in truth, is retrospective, not prospective.

DHS frequently cites the difficulty of conducting a rebasing under its Rules as justification for delaying rebasing as long as possible. However, whether a rebasing is done or not, the providers must provide a cost report each and every year, and we understand that those cost reports are audited by the State each year. The complexity of the cost reporting system, which is a creation of the State, should not be an excuse to short-change providers.

Twenty-Four “Bed Hold” Days.

The PPS per diem rate for a ICF/IID resident is not paid to a provider if the resident is not present at midnight of a day, regardless of how much service has been provided during that day.

However, under Section 17-1739.2-23, HAR, a provider may be paid for up to 12 days per year upon which the resident is absent at the midnight deadline. This “bed hold” or bed reservation privilege is only available if the persons is absent for a reason other than hospitalization, in which case, no bed hold payment may be made.

ICF/IID bed hold policies are strictly up to the states. Based upon a 2006 survey by The Arc of the District of Columbia, Hawaii's current policy of allowing only 12 days of leave is the lowest number of days permitted in any state that has small, privately operated ICF/IIDs. The same survey reported that more than half of the states pay the ICF/IID facility during a reasonable number of days of hospitalization, with an average of 49 days per year where there is an annual limit, or 14 days in a row without an annual limit.

Until recently, DHS assumed that federal Medicaid would not pay the federal share of ICF/IID bed hold payments for hospitalization absences. However, federal authorities assured DHS that if it allowed bed hold days for hospitalization, the federal share would be payable.

DHS has recently indicated that it would increase the number of non-hospitalization bed hold days from 12 to 24 days per year (it has not done so yet). However, DHS indicated that it would continue to discriminate against residents who were hospitalized.

The Arc in Hawaii strongly supports the resolution urging DHS to adopt the 24-day bed hold leave policy and to have it apply to hospitalization absences as well as non-hospitalization purposes.

The current minimal number of leave days is absolutely inappropriate when applied to residents of an ICF/IID, and certainly inconsistent with federal regulations and all principles of active treatment, therapy, habilitation, inclusion and least restrictive alternative required by federal regulations governing ICF/IIDs. Federal ICF/IID regulations, 42 CFR § 483.420 (c) (5), mandate that ICF/IID providers "promote frequent and informal leaves from the facility for visits, trips or vacations". Hawaii's current 12 days per annum limit on leave days, when applied to ICF/IID residents, is hardly "frequent." It discourages, rather than "promotes", visits, trips or vacations.

The present restrictive bed hold policy is a hindrance to filling vacancies in the ICF/IID. Families who seek a residential alternative for their loved ones often prefer to retain some contact with the person through home visits. They are reluctant to place their family member in a facility from which the family member cannot “escape” for a reasonable time for family visits. ICF/IID vacancies present a severe financial challenge for providers, because they suffer a loss each day that a vacancy continues.

It is a fallacy that service by the ICF/IID operator ends when a client is hospitalized. Most obviously, on the day of hospitalization, the staff of the ICF/IID typically provides services to the individual, usually requiring more staff time than usual because of the health crisis they are facing. Yet under DHS's "midnight census" rule, no payment is made that day because the ICF/IID bed is empty at midnight.

The Arc fails to see any rational basis for denying bed hold days because a person is absent due to hospitalization rather than a home visit. The negative impact on the provider is the same in both cases, if not even greater in the case of hospitalization if staff must assist in the hospitalization process.

We thank you for the opportunity to testify on these important matters.

March 20, 2015

Chair Dee Morikawa and Members
of the House Human Resources Committee
House of Representatives, Hawaii State Legislature
415 S. Beretania Street
Honolulu, HI 96813

Re: HCR 107

Hearing Date/Time: 9:30 a.m., Tuesday, March 24, 2015

Dear Chair Morikawa and Members of the House Human Resources Committee:

I write in support of House Concurrent Resolution 107 titled, in part, “Requesting the Department of Human Services To Consider An Alternate Methodology For Establishing The Basic Prospective Payment System Rates For Intermediate Care Facilities For Individuals With Intellectual Disabilities.”

My youngest sister, a life-long resident of Honolulu, Hawaii, was born with Down’s Syndrome and lived with our family until she reached early adulthood. The decision to place my sister in a domiciliary home, at a time when we could no longer care for her at home, was difficult for our family. This was especially hard for my mother and late father, who made many sacrifices, financial and otherwise, over many years to care for their youngest child at home. In 2011, when my sister’s care needs increased dramatically due to her multiple disabilities, we were fortunate that a bed at one of the non-profit ARC in Hawaii’s ICF homes became available. At her current ICF home, my sister is provided round-the-clock services and close supervision that our family cannot provide. To us, the ARC’s staff members are heroes – they work for an under resourced non-profit agency that provides services to some of our State’s most intellectually, physically, and economically vulnerable citizens. They support our family as well as my sister and work closely with us to ensure that my sister is as healthy and happy as she can be.

I was stunned to learn about the fiscal and other problems faced by the ARC in Hawaii as well as other agencies and facilities that HCR 107 is intended to address, including unacceptably prolonged periods of time they must endure without realistic or any adjustments at all in reimbursement rates.

As a community, we depend on agencies like the ARC in Hawaii, and others, to provide services on behalf of our State that individuals like my sister and many others are qualified to receive. We need to ensure the viability, fiscal and otherwise, of programs like the ARC in Hawaii which fulfill our State’s responsibility to provide for the safety, well-being and quality of life for its citizens with intellectual disabilities.

Chair Morikawa and Committee Members
Re: HCR 107
March 20, 2015
Page 2 of 2

I strongly urge your Committee and the House of Representatives to adopt HCR 107.

If you have any questions regarding my testimony in support of HCR 107, please feel free to contact me at jan.tamura@gmail.com or at 497-4052.

Thank you.

Very truly yours,

Jan M. Tamura

March 20, 2015

Re: HCR 107/HR60

I would like to submit testimony as a parent of an adult son, currently in an ICF (intermediate care facility) in Honolulu. I am in support of increasing the bed reservation days to twenty-four days per calendar year for hospitalization and other absences of residents from intermediate care facilities for individuals with intellectual disabilities.

There are many different scenarios that would warrant the increase, which is currently 12 days per year. Firstly, when a person with intellectual disabilities has to move into an ICF from their home environment, the transition can be very traumatizing. In my case, having a son with autism, he was unable to understand why he was moving, and this caused many severe tantrums. Here in Hawai'i, 'ohana is very important, and having the extra days would really help individuals and families in this situation to transition and maintain relationships. Another reason is that some adults periodically need hospitalization, lessening the family days. We now no longer can take our son on vacation with us because it uses up too many days, and we try to make sure we get him extra around the holidays. In fact, just yesterday, I received a call from my son's case manager saying our son really misses us and wants to come home for a visit. However, because of the limited number of days, we will not be able to have him home for a visit for a few more weeks.

Mahalo for your consideration.

Sincerely,
Mrs. Laurie Kahiapo
PO Box 322
Waimanalo, HI 96795
gopono@gmail.com

kobayashi2-Lynda

From: mailinglist@capitol.hawaii.gov
Sent: Friday, March 20, 2015 6:29 PM
To: HUS testimony
Cc: mckinzeyp@thearcinhawaii.org
Subject: Submitted testimony for HCR107 on Mar 24, 2015 09:30AM

HCR107

Submitted on: 3/20/2015

Testimony for HUS on Mar 24, 2015 09:30AM in Conference Room 329

Submitted By	Organization	Testifier Position	Present at Hearing
Mckinzeyp Porter	Individual	Comments Only	No

Comments: I have worked at the Arc in Hawaii for over 3 years in the ICF/IID program. I agree 100% that first off, the ICF/IID PPS rate absolutely needs to be increased! In just the 3 years that i have worked in this program, the cost of just the bare necessities has noticeably increased. You can see it in the little things like the way the home managers have changed their grocery shopping habits buying more canned and frozen fruits and veggies. Not to mention, RX's or office visits, or co- pays for other medically related items. Also, the method in which the PPS rate for ICF/IID is determined is behind the times. Although there are many things we would like to have in the budget for our ICF participants, like the ability to hire more behavior specialists, or remodeling a bathroom shower to accommodate a larger wheelchair, these things are not able to be completed so easily with the current PPS rate. Thus our resulting cost report will show that we have stayed within or close to our budget from years pass. How do we show we need more money, based on how much money was spent the year before, when that budget was fixed. With a more proactive approach taking into account reasonable projections that are much needed to improve services all ICF participants in Hawaii would greatly benefit. In regards to the bed hold days, I have seen first hand how the limit of 12 days interferes with the best interest of participants. Families have chosen not to take participants on vacations because they are afraid of losing their spots in our ICF homes. Another family counts the holidays that they wish to have their participant overnight for and then will not take them overnight in other months because they are counting the 12 days. It is limiting to the people we serve. They should be allowed to spend more than just 1 night a month with their families if that is what they chose. I also support the request to increase the current bed hold policy from 12 days to 24 days, at least!

Please note that testimony submitted less than 24 hours prior to the hearing, improperly identified, or directed to the incorrect office, may not be posted online or distributed to the committee prior to the convening of the public hearing.

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The Honorable Dee Morikawa, Chair
The Honorable Bertrand Kobayashi, Vice Chair
Committee on Human Services
The House of Representatives
State of Hawaii
Re: HCR 107 and HR 60
Hearing: March 24, 2015 9:30 AM Room # 329

Dear Chair Morikawa and Vice Chair Kobayashi and Members of the Committee;

I strongly support HCR 107 and HR 60, which address two critical areas which seriously impact the Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/IID) operated by The Arc in Hawaii, The Arc of Maui and ORI.

Rebasing the basic PPS rate paid to providers of ICF/IID services.

Permitting providers to receive "bed hold" payments to reserve beds when a resident is absent from the facility at midnight for a maximum of 24 days per annum, including absences for hospitalization.

The services provided by The Arc in Hawaii, The Arc of Maui and ORI are a vital resource for a particularly vulnerable segment of people with intellectual disabilities who require a higher level of care and staffing than other residential resources provide. HCR107 and HR60 request the Department of Human Services to consider making changes in their current method of establishing the PPS rate, as well as in the number of days and authorized reasons for "bed hold" payments. These changes are both appropriate and necessary to ensure that the private non-profit agencies that serve people living in ICF/IID homes can continue to provide the level and consistency of care these fellow citizens of Hawaii need.

Thank you for the opportunity to submit testimony on these important matters.

Sincerely,

Becky Tyksinski
539 Kaiemi St.
Kailua, HI 96734
808-261-5088

kobayashi2-Lynda

From: mailinglist@capitol.hawaii.gov
Sent: Sunday, March 22, 2015 10:57 PM
To: HUS testimony
Cc: kuuipokumukahi@gmail.com
Subject: Submitted testimony for HCR107 on Mar 24, 2015 09:30AM

HCR107

Submitted on: 3/22/2015

Testimony for HUS on Mar 24, 2015 09:30AM in Conference Room 329

Submitted By	Organization	Testifier Position	Present at Hearing
Kuuipo Kumukahi	Individual	Support	No

Comments: ICF REBASING every 8 years is ridiculous! ICF Rebasing must be revisited every 2 years. The cost of living increases and given the current status of ICF rebasing is done every 8 years or more for providing quality service to folks with special needs especially those with intellectual and developmental disabilities is absurd.

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kobayashi2-Lynda

From: mailinglist@capitol.hawaii.gov
Sent: Monday, March 23, 2015 8:56 AM
To: HUS testimony
Cc: swago@starofhonolulu.com
Subject: Submitted testimony for HCR107 on Mar 24, 2015 09:30AM

HCR107

Submitted on: 3/23/2015

Testimony for HUS on Mar 24, 2015 09:30AM in Conference Room 329

Submitted By	Organization	Testifier Position	Present at Hearing
Sharen Wago	Individual	Support	No

Comments: The operators of Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/IIDs) are paid a daily fee for the 24 hour-7 days a week services they provide for their residents. That daily rate is set for a period of as many as eight years, with occasional inflation adjustments that are not always granted. Inflation adjustments alone do not cover the operator's costs as they change over an eight-year period. There are ways that the rate for ICF/IID reimbursement can be made fair and current to cover actual costs, and the Department of Human Services should be urged to explore appropriate ways to solve the problem, including rebasing the rates every two years instead of eight years. The operators of ICF/IID homes are not paid for any day on which the resident is absent at midnight, even if services were provided during the day. The Department of Human Services does allow for a "bed hold" payment for a resident for up to 12 days of absence per year, but only if the absence is due to a reason other than hospitalization. HCR 107 calls for the Department of Human Services to increase the number of bed hold days to 24 and to make them applicable to absences due to hospitalization. Absences for home visits and other community activities are very therapeutic for a resident of an ICF/IID. They should be encouraged to get out of the home if at all possible. And absences for hospitalization are as costly to the operator as absences for home visits, so the bed hold payment should apply to 24 days of absence for hospitalization, as well. Therefore [I or we] support this part of SCR 107.

Please note that testimony submitted less than 24 hours prior to the hearing, improperly identified, or directed to the incorrect office, may not be posted online or distributed to the committee prior to the convening of the public hearing.

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Edward Thompson, III

From: Lambert Wai <lambertwai@yahoo.com>
Sent: Monday, March 23, 2015 11:43 AM
To: Rep. Bertrand Kobayashi
Subject: Fw: Resos HCR107/HR60 & HCR106/HR69

Resending
L

On Monday, March 23, 2015 9:37 AM, Lambert Wai <lambertwai@yahoo.com> wrote:

Rep Kobayashi'

I am not computer-literate enough to know how to send email testimonies to the various subject committees; so, am taking this means of letting you know that I strongly support, and am asking for your support, on these Resos that will improved the ":quality of liife" for peo[ple with Intellectual Disabilities (ID)

Lambert Wai

LATE

Thomas P Huber
46-291 Auna Street
Kaneohe HI 96744
808 235-1437

March 24, 2015

The Honorable Dee Morikawa, Chair
The Honorable Bertrand Kobayashi, Vice Chair
Committee on Human Services
The House of Representatives
State Capitol
State of Hawaii
Honolulu, Hawaii 96813

Re: HCR 107 and HR 60 -
Hearing: March 24, 2015 9:30 AM
Room # 329

Dear Chair Morikawa and Vice Chair Kobayashi and Members of the Committee;

I am the volunteer President of The Arc in Hawaii. and I **STRONGLY SUPPORT** House Concurrent Resolution 107 and House Resolution 60, concerning Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/IID) operated by The Arc in Hawaii

There are two basic issues covered by this Resolution

Rebasing the basic PPS rate paid to providers of ICF/IID services.
and

Permitting providers to receive **“bed hold”** payments to reserve beds when a resident is absent from the facility at midnight **for a maximum of 24 days** per annum, **including absences for hospitalization**

As President of The Arc in Hawaii, I have been distressed by losses our agency has incurred by reason of underfunding of the 7 Intermediate Care Facilities for Individuals with Intellectual Disabilities that we operate for up to 82 persons who need extra help due to the degree of their disabilities. Part of the reason for these losses have been positions taken by the State of Hawaii with regard to funding which in fairness can be easily corrected by honoring the obligation to provide annual inflation adjustments and taking the steps requested in the first “Resolved” of HCR 107, improving the rebasing methodology.

I have also been distressed by the unduly restrictive reserved bed or “bed hold” policy referred to in the second Resolved clause, which is among the most restrictive in the nation. I have been advocating for several years for the State to liberalize the policy. The policy has not changed.

I would be happy to answer any questions you may have or to address any statement made by the Department of Health or the Department of Human Services in any testimony they may submit.

Thank you for introducing this Resolution and for hearing our concerns.